

Message Text

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ACTION EUR-12

INFO OCT-01 ISO-00 CIAE-00 DODE-00 PM-04 H-01 INR-07 L-03
NSAE-00 NSC-05 PA-01 PRS-01 SP-02 SS-15 USIA-06
AID-05 COME-00 EB-07 FRB-03 TRSE-00 XMB-02 OPIC-03
CIEP-01 LAB-04 SIL-01 OMB-01 /085 W
----- 086461 /61/44

R 201350Z ZZH (MRN UPDATE)
FM AMEMBASSY BUDAPEST
TO SECSTATE WASHDC 7571
INFO AMEMBASSY BONN
AMCONSUL FRANKFURT
AMEMBASSY MOSCOW

LIMITED OFFICIAL USE BUDAPEST 4232

E.O. 11652 N/A
TAGS: EFIN, HU

SUBJECT: HUNGARIAN \$150 MILLION EUROCURRENCY LOAN

1. EMBASSY HAS LEARNED THAT HUNGARIAN NATIONAL BANK (MNB)
HAS EVIDENTLY CONCLUDED A NEW FIVE-YEAR, \$150 MILLION
CREDIT WITH CONSORTIUM LED BY DEUTSCHE GENOSSENSCHAFTSBANK
(DG BANK).

2. ACCORDING TO CHASE "EAST-WEST MARKETS", LOAN WILL BE
REPAID IN THREE INSTALLMENTS IN 48, 54, AND 60 MONTHS AND
CARRIES RATE OF 1-1/8 PERCENT OVER LIBOR, WITH FRONT-END
FEES RANGING BETWEEN 1/2 AND 3/4 OF 1 PERCENT. REPORTEDLY
DG BANK TOOK \$25 MILLION AND OTHER WESTERN EUROPEAN
INSTITUTIONS THE REMAINDER.

3. HUNGARIAN NATIONAL BANK HAD INDICATED THAT IT WOULD
NOT GO TO THE MARKET AGAIN IN 1976 UNLESS IT FELT TERMS
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WERE FAVORABLE. TRUE TO PREDICTIONS OF MNB OFFICIALS,
HUNGARY OBTAINED BASICALLY SAME TERMS AS IN BANKERS
TRUST CREDIT EARLIER IN 1976.

4. TO COMPLETE EMBASSY FILE WOULD APPRECIATE RECEIVING

COPY OF PLACING MEMORANDUM (ESPECIALLY IF IN ENGLISH) IF
AVAILABLE TO ADDRESSEE POSTS.
MUDD

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NNN

*** Current Handling Restrictions *** n/a

*** Current Classification *** LIMITED OFFICIAL USE

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: BANK LOANS, CONSORTIUMS
Control Number: n/a
Copy: SINGLE
Draft Date: 20 DEC 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: BoyleJA
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976BUDAPE04232
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: n/a
Errors: n/a
Film Number: D760468-1314
From: BUDAPEST
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t19761285/aaaagkvc.tel
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Locator: TEXT ON MICROFILM, TEXT ON-LINE
Office: ACTION EUR
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
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Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: BoyleJA
Review Comment: n/a
Review Content Flags:
Review Date: 28 APR 2004
Review Event:
Review Exemptions: n/a
Review History: RELEASED <28 APR 2004 by MartinML>; APPROVED <19 AUG 2004 by BoyleJA>
Review Markings:

Margaret P. Grafeld
Declassified/Released
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EO Systematic Review
04 MAY 2006

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Review Withdrawn Fields: n/a
Secure: OPEN
Status: <DBA CORRECTED> srp 970930
Subject: HUNGARIAN \$150 MILLION EUROCURRENCY LOAN
TAGS: EFIN, HU, MNB
To: STATE INFO BONN
FRANKFURT
MOSCOW
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006